

V. CONCLUSION AND IMPLICATION

A. Conclusion

Based on the results and discussions that have been carried out in this study, it can be concluded that Formal Compliance has a significant effect on the GRDP BARLINGMASCAKEB in 2016-2022. Meanwhile, Material Compliance has no significant effect on the GRDP BARLINGMASCAKEB in 2016-2022. Individually the effect of the independent variable on the dependent variable is as follows:

1. Formal Compliance has a positive and significant effect on the GRDP in BARLINGMASCAKEB in 2016-2022.
2. Material Compliance has no significant effect on the GRDP in BARLINGMASCAKEB in 2016-2022.

B. Implication

Based on the conclusions that have been conveyed above, there are several implications in the form of suggestions and considerations that can be taken for future consideration in improving Formal Compliance and Material Compliance so that the GRDP in BARLINGMASCAKEB also increases. To improve Formal Compliance and Material Compliance, especially in the legal context, several steps that can be taken:

- 1) Improving the Formal Compliance:
 - a. Providing multi-channel for reporting and delivering more online services in order to ensure the stability or increase the reachability of tax obligation fulfillment.

- b. Tax office can conduct more socialization regarding e-SPT procedures, especially direct socialization and approaches to taxpayers through monitoring and evaluating as an effort to increase taxpayer reporting compliance.
 - c. Enforce the law consistently and fairly to ensure that all parties comply with the rules and there is no favoritism in law enforcement.
 - d. Establish effective supervision and control systems to monitor compliance with regulations.
 - e. Establish clear and proportional sanctions for lawbreakers.
- 2) Improving the Material Compliance:
- a. Adjustment of policies or rules as a relaxation of the existence of Covid 19 which results a decrease in the income of taxable entrepreneurs.
 - b. Conduct socialization of awareness of the importance of taxes to improve ethics and morality in compliance with the law.
 - c. Providing public participation in the law-making process and legal decisions that can strengthen public trust and obedient with the law.

A combination of these measures, along with awareness of the importance of compliance with the law and its principles, can help improve Formal and Material Compliance in a given society or neighborhood.

C. Research Limitations

In this study, researchers also have several research limitations, namely:

1. This research is only limited to the company's secondary data and does not consider primary data such as interviews.

2. Limited supporting data that can only be accessed through websites such as Statistic Indonesia.
3. There is a lack of supporting literature regarding Formal Compliance and Material Compliance because not many people have researched these two things in depth.

